



4004

ANNUAL REPORT

OF

Name: PRICE COUNTY TELEPHONE COMPANY

Principal Office: 105 NORTH AVON AVENUE
P.O. BOX 108
PHILLIPS, WI 54555

For the Year Ended: DECEMBER 31, 1996

TELECOMMUNICATIONS UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854
Madison, WI 53707-7854
(608) 267-9504

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

GENERAL RULES FOR REPORTING

1. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records in conformity with the Uniform System of Accounts prescribed by the Public Service Commission of Wisconsin in docket 05-US-102. The definitions and instructions contained therein should also apply to the report wherever applicable. A query or response concerning information contained in this report regarding any practice or transaction should not be construed as indicating conformity to accounting or other pertinent regulations.
2. Please follow all instructions and answer each question fully and accurately. Provide additional information as necessary to avoid misunderstandings or misleading responses. Abbreviations listed on page 6 may be used, however please show the exact name of the respondent in full on the "Identification and Ownership" page.
3. Wherever information is requested in a "note", please show that information in the space provided, or make reference to the adjacent page or insert where the note may be found. Please also identify each note. Footnote capability is included in the annual report software program. Please use it where necessary to fully explain particulars in the annual report.
4. Numeric items are limited to digits (0-9). A minus sign "-" should be entered in the software program to indicate negative values. Do not use parentheses for numeric values. The program will convert the minus sign to parentheses when a hard copy of the annual report is printed. Negative values may not be allowed for certain entries in the annual report due to restrictions contained in the software program.
5. Please report all dollar amounts to the nearest whole dollar.
6. This annual report should be complete in all respects. Unless otherwise authorized, avoid references to returns of former years or to other reports.
7. Wherever schedules call for data from the previous year and such data were reported in the previous annual report, that previous year's data should be reported without modification. If modified, an appropriate footnote indicator and explanation should be included in the current year's annual report.
8. Where part or all of the report is prepared by other than utility personnel, a disclosure is required in the notes to the income statement or the balance sheet, which describes the nature and extent of work performed.
9. Please print a hard copy of the annual report on 20 pound or heavier paper, sign it and compare with the electronic copy before officially filing it with the Public Service Commission of Wisconsin.

SIGNATURE PAGE

I CATHERINE M. MESS of
(Person responsible for accounts)

PRICE COUNTY TELEPHONE COMPANY, certify that I
(Utility Name)

am the person responsible for accounts; that I have examined the following report and, to the best of my knowledge, information and belief, it is a correct statement of the business and affairs of said utility for the period covered by the report in respect to each and every matter set forth therein.

<u>CATHERINE M. MESS</u>	<u>05/05/1997</u>
(Person responsible for accounts)	(Date)

SECRETARY
(Title)

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ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Access Line	Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency transmission, and/or time slot transmission. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice channel or a 64 kilobits per second digital channel.
Analog Signal	A signal that varies in a continuous manner such as voice or music. An analog signal must be contrasted with a digital signal which can assume only discrete values.
Cellular System	A high capacity land mobile radio system in which an assigned frequency spectrum is divided into discrete channels that are assigned to a cellular geographic serving area.
Central Office	A switching unit in a telephone system providing service to the general public, having the necessary equipment and operating arrangements for terminating and interconnecting lines and trunks.
Centrex	A service for customers with many stations that permits station-to-station dialing, one listed directory number for the customer, direct inward dialing to a particular station and station identification on outgoing calls. The switching functions are performed in a central office (stand alone, host or remote).
Channel	An electrical communications path between two or more points. A single pair of wires may provide more than one channel. A channel may also be provided by microwave.
Customer	A person who uses a telephone as a subscriber.
Digital Signal	A signal that has a limited number of discrete states. This may be contrasted with an analog signal that varies in a continuous manner and may have an infinite number of states.
Equal Access	The ability of the subscriber to use any long distance service by dialing the same number of digits.
Exchange	A defined area served by one or more central offices regardless of technical serving arrangements within which the company furnishes service at rates and rules prescribed for that area in the company's filed tariffs. The area is not necessarily marked by political boundaries or the location of host or remote switching units.
Extended Area Service (EAS)	The ability of a customer to call customers in other exchanges at no additional charge or at an additional charge per tariff.
Extended Community Calling (ECC)	The ability of a customer to call customers in other exchanges at rates usually above EAS rates but below toll rates for comparable distances. Rates generally include a duration element.
Feature Group A	Line-side originating and terminating LATA access for which an originating subscriber dials an assigned telephone number that connects to a specific interexchange carrier (IC). The IC returns a tone to signal the caller to input additional generated digits of the called number.

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Feature Group B	Trunk-side originating and terminating LATA access for which an originating subscriber dials a 950-WXXX number (where W=0, 1 and XXX is the carrier access code (CAC)), which is translated to a specific XXX carrier trunk group. Optional rotary dial service and ANI may be available.
Feature Group C	Trunk-side LATA access for AT&T-Communications generally on a direct basis between each end office (EO) and an AT&T-C switching system.
Feature Group D	Also referred to as equal access. It is trunk-side LATA access affording call supervision of an interexchange carrier, a uniform access code (10XXXXX), optional calling party identification, recording of access-charge billing details and presubscription to a customer specified interexchange carrier.
FX-IN	A nonswitched service where the customer of the company is connected to and receives switching service through central office equipment located in another exchange area.
FX-OUT	A switched service where facilities are provided from the central office out to the exchange boundary where it meets the line from a foreign exchange subscriber.
Host Switching System	A switching system that provides centralized control over most of the switching functions of one or more remote switching units. The host switching system usually provides trunk access to the operating company intraLATA networks.
Local Access Transport Area (LATA)	A geographic area within which an operating company may offer its telecommunications services.
Mobile Telephone	A service which provides radio telephone communication from a mobile vehicle to another vehicle or to a regular telephone.
Paging	A service which provides one-way signal or voice communication over a radio channel to a miniature receiver carried by the customer.
Pair	Two wires of a single circuit.
Pay Station	A telephone which normally requires all users to deposit one or more coins or use a credit card to complete a call.
Private Line Service	Channel or circuit rented for private use and not intended to be connected to the general distribution system.
Private Branch Exchange (PBX)	A manually, or operator controlled switching system, usually on the customer's premises, which serves that customer's telephones over a common group of lines from the central office.
Radio Common Carrier (RCC)	A company which furnishes public telecommunications service using one or more radio channels.
Remote Switching Unit (RSU)	An electronic switching system that is remote from its host or control office. All of the central control equipment for the RSU is located in the host switching system.

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Route Miles	<p>Total number of route miles (to the nearest mile) of operating plant facilities including drop wire in the exchange. One route mile may consist of:</p> <ol style="list-style-type: none">1. One mile of roadway with any combination of outside plant facilities on any number of rights-of-way.2. One mile of a cross country route with any combination of outside plant facilities.3. One mile of point-to-point microwave or radio link.4. One mile of plant on either side of a limited access highway or natural barrier, such as a navigable waterway.5. One mile of joint use line where the utility either owns the facility or leases space.
Stand Alone Switch	<p>A central office switch which has no remote switching units (RSUs) subtending it.</p>
Trunk	<p>A communications path connecting two switching systems in the establishment of an end-to-end connection.</p>
Wide Area Telephone Service (WATS)	<p>Customer leased access line or lines connected to the nationwide network over which an unlimited number of calls can be made for a fixed monthly charge.</p>
Wire Center	<p>The location of one or more local switching systems. A point at which customers' loops converge.</p>

ABBREVIATIONS USED IN ANNUAL REPORTS

Acct	.....	Account
Accum	.....	Accumulated
Acq	.....	Acquisition
Admin	.....	Administrative
Alloc	.....	Allocation
Amort	.....	Amortization
 CO	.....	Central Office
 Depr	.....	Depreciation
 Equip	.....	Equipment
Exp	.....	Expenses
EOY	.....	End of Year
 FOY	.....	First of Year
 Info	.....	Information
ITC	.....	Investment Tax Credit
 Misc	.....	Miscellaneous
 Nonoper	.....	Nonoperating
Nonreg	.....	Nonregulated
 Oper	.....	Operating
Opns	.....	Operations
Orig	.....	Originating
 Prop	.....	Property
 Receiv	.....	Receivable
Reg	.....	Regulated
Rev	.....	Revenues
 Svcs	.....	Services
 Telecom	.....	Telecommunications
Term	.....	Terminating
TPIS	.....	Telecommunications Plant in Service
TPUC	.....	Telecommunications Plant Under Construction
 Uncoll	.....	Uncollectible

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: PRICE COUNTY TELEPHONE COMPANY
Utility Location: 105 NORTH AVON AVENUE
P.O. BOX 108
PHILLIPS, WI 54555

Utility Web Site Address:

When was utility organized?: 01/01/1929

Report any change in name and the effective date:

Officer in charge of correspondence concerning this report

Name: CATHERINE M. MESS
Title: SECRETARY

Office Address: 105 N. AVON AVENUE
P.O. BOX 108
PHILLIPS, WI 54555

Fax Number: (715) 339 - 4512
Telephone Number: (715) 339 - 2151
Email Address:

Individual or firm, if other than utility employee, preparing this report

Name: KIESLING ASSOCIATES LLP
Title: ACCOUNTING FIRM
Firm: KIESLING ASSOCIATES LLP
Office Address: 6401 ODANA ROAD
MADISON, WI 53719-1155

Fax Number: (608) 273 - 2383
Telephone Number: (608) 273 - 2315
Email Address:

Person responsible for financial information contained in report

Name: CATHERINE M. MESS
Title: SECRETARY

Office Address: 105 NORTH AVON AVENUE
P.O. BOX 108
PHILLIPS, WI 54555

Fax Number: (715) 339 - 4512
Telephone Number: (715) 339 - 2151 EXT
Email Address:

Person responsible for statistical information contained in report

Name: CATHERINE M. MESS
Title: SECRETARY

Office Address: 105 NORTH AVON AVENUE
P.O. BOX 108
PHILLIPS, WI 54555

Fax Number: (715) 339 - 4512
Telephone Number: (715) 339 - 2151 EXT
Email Address:

IDENTIFICATION AND OWNERSHIP

List names, addresses, and number of shares held by persons owning 5 percent or more of outstanding voting securities. If any stock is held by a nominee, give known particulars as to the beneficial owner (See Wis. Stat. § 196.795(1)(c), for definition of beneficial owner).

Name: JAMES A. TAYLOR
Address: PO BOX 203
FREEMONT, WI 54940

Number of Shares Held: 127,050
Beneficial Owner: NONE

Name: KARL E. MESS ESTATE
Address: 175 N. ARGYLE AVE
PHILLIPS, WI 54555

Number of Shares Held: 33,900
Beneficial Owner: NONE

Name: MR & MRS ROBERT O. MESS
Address: 214 BEEBE STREET
PHILLIPS, WI 54555

Number of Shares Held: 106,336
Beneficial Owner: NONE

Name: P.K.R. CORPORATION
Address: PO BOX 108
PHILLIPS, WI 54555

Number of Shares Held: 68,700
Beneficial Owner: NONE

List companies owned, controlled, or operated and form and extent of such ownership, control or operation.

Company Name: PRICE COUNTY INFORMATION SYSTEMS, INC.
Form of Interest: OWNED
Extent Of Interest: 100%

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	2,762,058	2,898,168	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	299,939	239,059	2
Plant Nonspecific Operations Expense	737,407	687,440	3
Customer Operations Expense (6610-6620)	286,245	290,768	4
Corporate Operations Expense (6710-6790)	278,291	266,109	5
Other Operating Income and Expense (7100)	0	0	6
Operating Taxes (7200)	439,195	554,987	7
Total Operating Expenses	2,041,077	2,038,363	8
Net Operating Income	720,981	859,805	9
Other Income			
Nonoperating Income and Expense (7300)	276,460	314,105	10
Nonoperating Taxes (7400)	71,931	108,703	11
Interest and Related Items (7500)	290,649	268,149	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	(31,918)	(14,991)	14
Total Nonoperating Income	(118,038)	(77,738)	15
Net Income	602,943	782,067	16

NOTES TO INCOME STATEMENT OR BALANCE SHEET

In the space provided below, disclose all material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable. Included should be:

-
1. A summary of significant accounting policies. (The summaries should disclose, but not be limited to, the utility's accounting policies with regard to pension cost, unbilled revenues, depreciation, and income taxes.)

The accounting policies of the Company conform to generally accepted accounting principles. Management uses estimates and assumptions in preparing its financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Telephone operations reflect practices appropriate to the telephone industry. The accounting records of the company are maintained in accordance with Uniform System of Accounts for Class A and B Telephone Companies prescribed by the Federal Communications Commission as modified by the Public Service Commission of Wisconsin (PSCW).

A. Property and Equipment

Telephone plant is capitalized at original cost, including the capitalized cost of salaries and wages, materials, certain payroll taxes, and employee benefits.

The Company provides for depreciation for financial reporting purposes on the straight-line method by the application of rates, based on the estimated service lives of the various classes of depreciable property.

Renewals and betterments of units of property are charged to telephone plant in service. When telephone plant is retired, its cost is removed from the asset account and charged against accumulated depreciation, together with removal cost less any salvage realized. No gains or losses are recognized in connection with routine retirements of depreciable property. Repairs and renewals of minor items of property are included in plant specific operations expense.

B. Income taxes

Income taxes are accounted for using a liability method and provide for the tax effects of transaction reported in the financial statements including both taxes currently due and deferred. Deferred tax liabilities are adjusted to reflect deferred tax consequences at current enacted tax rates. Deferred income taxes reflect the net tax effects of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for income tax purposes. Significant components of the Company's deferred tax assets and liabilities include the difference between carrying amounts of depreciable assets and partnership investment basis. The deferred tax assets and liabilities represent the future tax return consequences of those differences, which will either be taxable or deductible when the assets and liabilities are recovered or settled.

Investment tax credits (ITC) which were deferred prior to the Tax Reform Act of 1986 are being amortized over the regulatory life of the plant which produced the ITC

NOTES TO INCOME STATEMENT OR BALANCE SHEET

In the space provided below, disclose all material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable. Included should be:

which produced the IIC.

C. Revenue Recognition

Revenues are recognized when earned regardless of the period in which they are billed.

Revenues relating to the provision of access services to customers are derived, in part, from tariffed access charges to toll service providers (interexchange carriers), and in part from sharing in interstate and intrastate pools. Interstate revenues are determined in accordance with nationwide average cost schedules.

The Company is compensated for intrastate access under access charge procedures based on expense and plant investment levels, as determined by the Company and approved by the PSCW.

D. Cash Equivalents

All highly liquid investments purchased with a maturity of one year or less are considered cash equivalents.

E. Investments

Non-marketable equity investments and temporary investments are stated at cost.

-
2. A summary of significant contingent assets and liabilities existing at year end, including a brief explanation of any action initiated by the Internal Revenue Service, Wisconsin Department of Revenue, or the utility involving a possible assessment or refund of taxes.

NONE

-
3. The notes should include an explicit and precise explanation of any retained earnings restrictions and should state the amount of retained earnings affected by such restrictions.

The mortgage to the United States of America, underlying the RUS and RTB notes, contains certain restrictions on the declaration of payment of cash dividends, redemption of capital stock, or investment in affiliated companies. As of September 30, 1996, the maximum amount which could be distributed in accordance with these restrictions was \$2,908,000, except as might be specifically authorized in writing in advance by the RUS and RTB noteholders.

BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT ASSETS			
CASH AND EQUIVALENTS			
Cash and Equivalents (1120)*	562,930	596,515	1
Cash (1130)		0	2
Special Cash Deposits (1140)		0	3
Working Cash Advances (1150)		0	4
Temporary Investments (1160)		0	5
TOTAL CASH AND EQUIVALENTS	562,930	596,515	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	183,296	178,739	6
Accounts Receivable Allowance-Telecom (1181)*	0	0	7
Net: Telecommunications Accounts Receivable	183,296	178,739	
Other Accounts Receivable (1190)*	236,196	505,354	8
Accounts Receivable Allowance--Other (1191)*	0	0	9
Net: Other Accounts Receivable	236,196	505,354	
Notes Receivable (1200)*	0	0	10
Notes Receivable Allowance (1201)*	0	0	11
Net: Notes Receivable	0	0	
Interest and Dividends Receivable (1210)*	66,231	56,525	12
TOTAL RECEIVABLES AND ALLOWANCES FOR DOUBTFUL	485,723	740,618	
SUPPLIES			
Inventories (1220)*	44,049	82,083	13
TOTAL SUPPLIES	44,049	82,083	
PREPAYMENTS			
Total Prepayments (1280)*	7,964	8,266	14
Prepaid Rents (1290)		0	15
Prepaid Taxes (1300)		0	16
Prepaid Insurance (1310)		0	17
Prepaid Directory Expenses (1320)		0	18
Other Prepayments (1330)		0	19
TOTAL PREPAYMENTS	7,964	8,266	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*	0	0	20
TOTAL OTHER CURRENT ASSETS	0	0	
TOTAL CURRENT ASSETS	1,100,666	1,427,482	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*	155,128	154,573	21 A
Investments in Nonaffiliated Companies (1402)*	3,538,156	3,293,121	22 A
Nonregulated Investments (1406)*	178,749	192,500	23
Unamortized Debt Issuance Expense (1407)*	5,029	5,222	24
Sinking Funds (1408)*	0	0	25

BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
NONCURRENT ASSETS			
INVESTMENTS			
Other Noncurrent Assets (1410)*	84,259	95,370	26
TOTAL INVESTMENTS	3,961,321	3,740,786	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*	0	0	27
Deferred Maintenance and Retirements (1438)*	0	0	28
Deferred Charges (1439)*	17,093	27,651	29
TOTAL DEFERRED CHARGES	17,093	27,651	
TOTAL NONCURRENT ASSETS	3,978,414	3,768,437	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	12,142,294	11,576,241	30
Less: Accumulated Depreciation (3100)*	5,464,445	4,855,729	31
Less: Accumulated Amortization--Capitalized Leases (3410)*	0	0	32
Less: Accumulated Amortization--Leasehold Improvements (3420)*	0	0	33
Less: Accumulated Amortization--Intangible (3500)*	0	0	34
NET TELECOMMUNICATIONS PLANT IN SERVICE	6,677,849	6,720,512	
PROPERTY HELD FOR FUTURE USE			
Prop. Held for Future Telecommun. Use (2002)*	0	0	35
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200)*	0	0	36
NET PROPERTY HELD FOR FUTURE USE	0	0	
NONOPERATING PLANT			
Nonoperating Plant (2006)*	0	0	37
Less: Accumulated Depreciation--Nonoperating (3300)*	0	0	38
NET NONOPERATING PLANT	0	0	
TPUC			
TPUC (2003)*	294,129	180,183	39
TOTAL TPUC	294,129	180,183	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*	0	0	40
Less: Accumulated Amortization--Other (3600)*	0	0	41
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	0	0	
TOTAL PLANT	6,971,978	6,900,695	
TOTAL ASSETS AND OTHER DEBITS*	12,051,058	12,096,614	

BALANCE SHEET - LIABILITIES (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	282,101	321,258	1
Notes Payable (4020)*	0	0	2
Advance Billing and Payments (4030)*	18,590	19,555	3
Customer Deposits (4040)*	6,090	6,889	4
Current Maturities--Long-Term Debt (4050)*	254,535	241,700	5
Current Maturities--Capital Leases (4060)*	0	0	6
Income Taxes--Accrued (4070)*	(114,144)	79,064	7
Other Taxes--Accrued (4080)*	(43,233)	(44,262)	8
Net Current Deferred Operating Income Taxes (4100)*	0	0	9
Net Current Deferred Nonoperating Income Taxes (4110)*	0	0	10
Other Accrued Liabilities (4120)*	19,770	21,912	11
Other Current Liabilities (4130)*	0	0	12
TOTAL CURRENT LIABILITIES*	423,709	646,116	
LONG-TERM DEBT			
Funded Debt (4210)*	5,004,458	5,258,088	13
Premium on Long-Term Debt (4220)*	0	0	14
Discount on Long-Term Debt (4230)*	0	0	15
Reacquired Debt (4240)*	0	0	16
Obligations Under Capital Leases (4250)*	0	0	17
Advances from Affiliated Companies (4260)*	0	0	18
Other Long-Term Debt (4270)*	0	0	19
TOTAL LONG-TERM DEBT*	5,004,458	5,258,088	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*	0	0	20
Unamortized Operating ITC--Net (4320)*	87,090	103,876	21
Unamortized Nonoperating ITC--Net (4330)*	0	0	22
Net Noncurrent Deferred Operating Income Taxes (4340)*	286,773	270,130	23
Net Deferred Tax Liability Adjustments (4341)*	(79,483)	(91,494)	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*	(5,710)	8,234	25
Other Deferred Credits (4360)*	177,552	161,620	26
Deferred Tax Regulatory Liability (4361)*	114,129	127,749	27
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS*	580,351	580,115	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	663,200	663,200	28
Additional Paid-in Capital (4520)*	0	0	29
Treasury Stock (4530)*	0	0	30
Other Capital (4540)*	(6,898)	0	31
Retained Earnings (4550)*	5,386,238	4,949,095	32
TOTAL STOCKHOLDERS' EQUITY*	6,042,540	5,612,295	
TOTAL LIABILITIES AND OTHER CREDITS*	12,051,058	12,096,614	

STATEMENT OF CASH FLOWS

Item (a)	Amount (b)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income	602,943	1
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Depreciation and amortization	690,094	2
Interest during construction	(2,602)	3
Changes in assets and liabilities:		
Current assets (net)	293,231	4
Other noncurrent assets	21,476	5
Other current liabilities	(235,242)	6
Other liabilities and deferred credits	236	7
Other (specify):		
TOTAL ADJUSTMENTS	767,193	
NET CASH PROVIDED BY OPERATING ACTIVITIES (NET INCOME & ADJUST.)	1,370,136	
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital Expenditures:		
Changes in plant (net)	(758,775)	8
Investments in affiliated companies	(122,555)	9
Nonoperating Investments	(109,284)	10
Other (specify):		
NET CASH USING IN INVESTING ACTIVITIES	(990,614)	
CASH FLOWS FROM FINANCING ACTIVITIES		
Change in capital lease obligations (net)	0	11
Change in long-term debt (net)	(240,409)	12
Net changes in stockholder equity other than retained earnings	(6,898)	13
Change in short term borrowing (net)	0	14
Dividends paid	(165,800)	15
Miscellaneous debits/credits to retained earnings	0	16
Other (specify):		
Net Cash Provided by Financing Activities	(413,107)	
NET INCREASE IN CASH AND CASH EQUIVALENTS	(33,585)	
Cash and cash equivalents at beginning of year (Accts. 1130-1160 for Class A; 1120 for Class B)		
Cash and cash equivalents at end of year (Accts. 1130-1160 for Class A; 1120 for Class B)		

IMPORTANT CHANGES DURING THE YEAR

-
1. Give the name and address of all companies which during the year came under the direct control of the respondent otherwise than through title to securities, stating whether such control is sole or joint, how control was established, names of other parties to a joint agreement for control, the extent of control exercised by each party, and any other pertinent data requisite to a clear understanding of the arrangements relating to control (See Section 32.9000 of the Uniform System of Accounts). Where important details relating to control of a company have changed, give particulars. If during the year a company ceased to be controlled by the respondent, its name and a statement of fact will be sufficient.

NONE

-
2. Give the name and address of all companies which during the year came under the indirect control of the respondent through non-reporting intermediaries, stating whether such control is sole or joint, how control was established, names of other parties to a joint agreement for control, the extent of control exercised by each party, the name and address of the intermediary through which the indirect control exists, and any other pertinent data requisite to a clear understanding of the arrangements relating to control (See Section 32.9000 of the Uniform System of Accounts). Where important details relating to control of a company have changed, give particulars. If during the year a company ceased to be controlled by the respondent, its name and a statement of fact will be sufficient.

NONE

-
3. Important leaseholds acquired, given, assigned or surrendered, giving effective dates, lengths of terms, names of parties, rents, and other conditions.

NONE

-
4. List extension of system (other than additions supplementing existing facilities of the respondent) whether by purchase, construction, donation, or otherwise, such as a substantially complete telephone system, exchange or toll line. Give the location, new territory covered, and dates of beginning operation, and in case of purchase give also the name and address of the company from which purchased, date of acquisition, the consideration given, and reference to Commission authorization.

NONE

-
5. Estimated increase or decrease in annual revenues due to important rate changes, giving bases of estimates.

NONE

-
6. Obligation incurred or assumed by respondent as guarantor for the performance by another of any agreement or obligation, excluding ordinary commercial paper maturing on demand or not later than one year after date of issue.

NONE

-
7. Changes in articles of incorporation or amendments to charter.

NONE

-
8. Additional matters of fact (not elsewhere provided for) which respondent may desire to include in its report.

NONE

AFFILIATE ABBREVIATIONS

In column (b) provide the abbreviation for the name of the affiliate shown in column (a). Limit abbreviations to 10 characters or less. Use these abbreviations when completing the affiliated interest schedules. Insert "Other" in the Abbreviations column if the activity to be reported for a particular record in the Affiliated Interest Transactions or Affiliated Assets and Liabilities schedule represents an aggregation of activity not exceeding the dollar or percentage limits set forth in the header of that schedule.

Name of Affiliate (a)	Abbreviations (b)	
Computer Systems Limited Liability Corporation	CSLLC	1
Other	OTH	2
Price County Information Systems, Inc.	PCIS	3

AFFILIATED INTEREST TRANSACTIONS

Provide a summary of transactions under established affiliated interest contracts and arrangements (see Wis. Stat. § 196.52, for "affiliated interest" definitions). Use the space below to report transactions with individual affiliates and multiple affiliated interest agreements or, at the utility's option, with individual affiliates and a single agreement. Activity associated with affiliated contracts or arrangements not in excess of \$25,000 or 5 percent of the equity of the utility, whichever is smaller, may be aggregated in a single record. For utilities whose intrastate gross operating revenues of the previous year exceeded \$100,000,000, individual contracts or arrangements not exceeding \$100,000 may be aggregated in a single record. Where an affiliate is both providing and receiving service use one record to show billings to and a second record for billings from. When billings to or from an affiliate are recorded on the books of the utility, the records underlying such billings shall be sufficient to show all the detail maintained to identify the associated accounts related to the billing and categorize billings according to the account categories shown below.

Particulars	(a)	(b)	(c)	(d)	(e)	
Docket		6000-AT-101				
Name of Affiliate		CSLLC				1
Designate whether billed to or from:		FROM				2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)		M				3
Revenues						4
Expenses:						
Plant Specific Operations Expense						5
Plant Nonspecific Operations Expense						6
Customer Operations Expense		87,765				7
Corporate Operations Expense						8
Total Operating Expenses		87,765	0	0	0	9
Other:						
Plant Accounts						10
Accumulated Depreciation						11
Accumulated Amortization						12
Clearing						13
All Other						14
Total		87,765	0	0	0	15
Percent of affiliate's business billed to all affiliated regulated utilities		89.94				16
If cost based, rate of return on equity or markup incorporated in billings						17
Footnotes						

AFFILIATED ASSETS AND LIABILITIES

This schedule should be used to report affiliated activity concerning balances at the end of the year for the following accounts: 1120, Cash and Equivalents; 1160, Temporary Investments; 1180, Telecommunications Accounts Receivable; 1190, Other Accounts Receivable; 1210, Interest and Dividends Receivable; 1401, Investment in Affiliated Companies; 4010, Accounts Payable; and 4260, Advances from Affiliated Companies. Amounts at the end of the year for each affiliate should be identified by respective affiliate and account number. Report information below consecutively by respective account number; affiliated amounts of less than \$5,000 may be reported in aggregate as "other" for a particular account. Affiliated amounts recorded in accounts 1200, Notes Receivable, 1408, Sinking Funds, and 4020, Notes Payable, should not be reported in this schedule, but rather in the respective schedules contained elsewhere in this report.

Name of Affiliate (a)	Account Number (b)	Balance EOY (c)	
Computer Systems Limited Liability Corporation	1401	122,000	1
Price County Information Systems, Inc.	1401	33,128	2
Price County Information Systems, Inc.	4010	(1,495)	3

ACCOUNTS RECEIVABLE NET WRITE OFFS - TELECOMMUNICATIONS

This schedule should be used to report accounts receivable net write off activity.

Particulars (a)	Amount (b)	
Collection of amounts previously written off		1
Uncollectibles written off during the year		2
Net write offs during the year	0	

NOTES RECEIVABLE (ACCT. 1200) AND ALLOWANCES (ACCT. 1201)

For affiliates, list by issue or note by affiliate. Other, list by issue or note by entity. Separately identify economic development loans and associated particulars.

Name of Maker and purpose (a)	Issue Date (b)	Maturity (c)	Interest Rate (d)	Amount EOY (e)	Allowance Acct. 1201 (f)
--	-------------------------------	-------------------------	----------------------------------	-------------------------------	---

NONE

Total				<u><u>0</u></u>	<u><u>0</u></u>	1
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INVESTMENTS IN NONAFFILIATED COMPANIES (ACCT. 1402)

Name (a)	Balance EOY (b)	
RTB Class B Stock	200,250	1
Other:		
CD'S	474,244	2
Mortgage Backed Securities	1,766,349	3
Treasury Coupon	58,058	4
Stock in Lincoln and Motorola	57,626	5
Certificate of Accrual	39,028	6
Bonds	954,002	7
Write-down Fas115	(11,401)	8
Total Investments in Nonaffiliated Companies	3,538,156	

NONREGULATED INVESTMENTS (ACCT. 1406)

Report below the name and end-of-year balance of total net investment and inventory (accts. 1406.10, 1406.11 and 1406.12) for each nonregulated activity. Telephone utilities not subject to dual jurisdiction should report materials and supplies held for resale in account 1406.

Name (a)	Balance EOY (b)	
Total Net Investment and Inventory (Accts. 1406.10, 1406.11, and 1406.12):		
Net Investment	167,824	1
Net Inventory	10,925	2

DEFERRED MAINTENANCE AND RETIREMENTS (ACCT. 1438)

List items individually by Commission approval noting the date of approval.

Description of Item (a)	Balance EOY (b)
NONE	
Total	<div style="display: flex; justify-content: space-between;"> 0 1 </div>

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
GENERAL SUPPORT ASSETS				
Land	2111	62,247		1
Motor Vehicles	2112	120,741	21,511	2
Aircraft	2113	0		3
Special Purpose Vehicles	2114	0		4
Garage Work Equipment	2115	0		5
Other Work Equipment	2116	119,799	28,022	6
Buildings	2121	448,308	23,616	7
Furniture	2122	9,421		8
Office Equipment	2123	27,254	475	9
General Purpose Computers	2124	44,327	4,986	10
TOTAL--GENERAL SUPPORT ASSETS:		832,097	78,610	
CENTRAL OFFICE ASSETS				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	1,888,038	203,314	12
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0		14
Radio Systems	2231	20,163	0	15
Circuit Equipment	2232	458,873	101,198	16 B
TOTAL--CENTRAL OFFICE ASSETS:		2,367,074	304,512	
INFORMATION ORIGATION/TERMINATION ASSETS				
Station Apparatus	2311	0		17
Customer Premises Wiring	2321	0		18
Large Private Branch Exchanges	2341	0		19
Public Telephone Terminal Equipment	2351	35,005	1,664	20
Other Terminal Equipment	2362	1,596		21
TOTAL--INFORMATION ORIG/TERM ASSETS:		36,601	1,664	
CABLE WIRE FACILITIES ASSETS				
Poles	2411	0		22
Aerial Cable	2421	0	0	23
Underground Cable	2422	320,710	2,149	24 B
Buried Cable	2423	6,913,479	291,656	25 B
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0		27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431	0		29
Conduit Systems	2441	1,106,280	6,233	30
TOTAL--CABLE WIRE FACILITIES ASSETS:		8,340,469	300,038	
AMORTIZABLE ASSETS				
Capital Leases	2681	0		31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111			62,247	1
2112	14,656		127,596	2
2113			0	3
2114			0	4
2115			0	5
2116	8,179		139,642	6
2121	5,337		466,587	7
2122			9,421	8
2123	0	(1)	27,728	9
2124			49,313	10
	28,172	(1)	882,534	
2211			0	11
2212	0	0	2,091,352	12
2215	0	0	0	13
2220			0	14
2231	0	0	20,163	15
2232	0	1,539	561,610	16 B
	0	1,539	2,673,125	
2311			0	17
2321			0	18
2341			0	19
2351			36,669	20
2362			1,596	21
	0	0	38,265	
2411			0	22
2421	0	0	0	23
2422	0	13,313	336,172	24 B
2423	74,440	(15,548)	7,115,147	25 B
2424	0	0	0	26
2425			0	27
2426	0	0	0	28
2431			0	29
2441	15,462		1,097,051	30
	89,902	(2,235)	8,548,370	
2681			0	31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)
AMORTIZABLE ASSETS			
Leasehold Improvements	2682	0	32
Intangibles	2690	0	33
TOTAL--AMORTIZABLE ASSETS:		0	0
TOTAL TELECOM. PLANT IN SERVICE	2001	11,576,241	684,824
Less: Allocation to Nonregulated Activity - EOY	2001		34
NET REG. TOTAL TELE. PLANT IN SERV. - EOY	2001		

Explain all amounts shown in column (g).

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2682			0	32
2690			0	33
	0	0	0	
	118,074	(697)	12,142,294	
2001				34
			12,142,294	

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)

Report telecommunications plant data for each subaccount where primary plant accounts have subclassifications. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone plant at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

Plant Subaccount (a)	Subaccount (b)	Balance FOY (c)	Additions (d)	
Office Support Equipment	2123.1	13,548	475	1
Company Communications Equipment	2123.2	13,706		2 C
Software	2212.1	159,658	17,724	3
Digital Switching - Central Office	2212.2	1,728,380	185,590	4
Digital Switching - Remote	2212.3	0		5
Step by Step Switching	2215.1	0		6
Crossbar Switching	2215.2	0		7
Satellite and Earth Station Facilities	2231.1	20,163		8 A
Other Radio Facilities	2231.2	0		9 A
Digital Circuit Equipment	2232.1	458,873	101,198	10 B
Analog Circuit Equipment	2232.2	0		11 D
Light Wave Circuit Equipment	2232.3	0		12
Aerial Cable - Nonmetallic	2421.1	0		13
Aerial Cable - Metallic	2421.2	0		14
Underground Cable - Nonmetallic	2422.1	320,710	2,149	15 B
Underground Cable - Metallic	2422.2	0		16
Buried Cable - Nonmetallic	2423.1	339,663	7,624	17 B
Buried Cable - Metallic	2423.2	6,573,816	284,032	18 B
Submarine Cable - Nonmetallic	2424.1	0		19
Submarine Cable - Metallic	2424.2	0		20
Intrabuilding Cable - Nonmetallic	2426.1	0		21
Intrabuilding Cable - Metallic	2426.2	0		22

Explain all amounts shown in column (g).

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS) **(cont.)**

Subaccount (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2123.1			14,023	1
2123.2		(1)	13,705	2 c
2212.1			177,382	3
2212.2			1,913,970	4
2212.3			0	5
2215.1			0	6
2215.2			0	7
2231.1		(20,163)	0	8 A
2231.2		20,163	20,163	9 A
2232.1		1,539	561,610	10 B
2232.2			0	11 D
2232.3			0	12
2421.1			0	13
2421.2			0	14
2422.1		13,313	336,172	15 B
2422.2			0	16
2423.1		(265)	347,022	17 B
2423.2	74,440	(15,283)	6,768,125	18 B
2424.1			0	19
2424.2			0	20
2426.1			0	21
2426.2			0	22

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)	
GENERAL SUPPORT ASSETS						
Motor Vehicles	2112	77,242		16,996		1 E
Aircraft	2113	0				2
Special Purpose Vehicles	2114	0				3
Garage Work Equipment	2115	0				4
Other Work Equipment	2116	52,211	8.33	11,594		5
Buildings	2121	158,497	3.4	15,458		6
Furniture	2122	6,300	7.69	725		7
Office Equipment	2123	24,829		2,899		8 F
General Purpose Computers	2124	22,148	20.0	9,358		9
Total-- GENERAL SUPPORT ASSETS		341,227		57,030		0
CENTRAL OFFICE ASSETS						
Analog Electronic Switching	2211	0				10
Digital Electronic Switching	2212	843,725		195,691		11 F
Electro-Mechanical Switching	2215	0				12
Operator Systems	2220	0				13
Radio Systems	2231	16,218	8.33	1,680		14
Circuit Equipment	2232	364,832		38,536		15
Total-- CENTRAL OFFICE ASSETS		1,224,775		235,907		0
INFORMATION ORIG/TERM ASSETS						
Station Apparatus	2311	0				16
Customer Premises Wiring	2321	0				17
Large Private Branch Exchanges	2341	0				18
Public Telephone Terminal Equipment	2351	30,570	10.0	3,626		19
Other Terminal Equipment	2362	1,596	10.0			20
Total-- INFORMATION ORIG/TERM ASSETS		32,166		3,626		0
CABLE WIRE FACILITIES ASSETS						
Poles	2411	0				21
Aerial Cable	2421	0				22
Underground Cable	2422	65,208	4.5	14,587		23 B
Buried Cable	2423	3,023,920		345,891		24 B, F
Submarine Cable	2424	0				25
Deep Sea Cable	2425	0				26
Intrabuilding Network Cable	2426	0				27
Aerial Wire	2431	0				28

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
CABLE WIRE FACILITIES ASSETS					
Conduit Systems	2441	168,433	3.5	38,727	29
Total-- CABLE WIRE FACILITIES ASSETS		3,257,561		399,205	0
Total Accumulated Depreciation	3100	4,855,729		695,768	0
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100				30
Net Regulated Total Accum Depreciation - 3100					
Columns e, f and I					

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2112	14,656		8,010		87,592	1 E
2113					0	2
2114					0	3
2115					0	4
2116	8,179		6,100		61,726	5
2121	5,337	799	18,479		186,298	6
2122					7,025	7
2123	0				27,728	8 F
2124					31,506	9
	28,172	799	32,589	0	401,875	
2211					0	10
2212	0			0	1,039,416	11 F
2215	0				0	12
2220					0	13
2231	0				17,898	14
2232	0				403,368	15
	0	0	0	0	1,460,682	
2311					0	16
2321					0	17
2341					0	18
2351					34,196	19
2362					1,596	20
	0	0	0	0	35,792	
2411					0	21
2421	0				0	22
2422	0			2,329	82,124	23 B
2423	74,440	41		(3,056)	3,292,274	24 B,F
2424	0				0	25
2425					0	26
2426	0				0	27
2431					0	28

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441	15,462				191,698	29
	89,902	41	0	(727)	3,566,096	
3100	118,074	840	32,589	(727)	5,464,445	
3100						30
3100						

ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS)

Where subclassifications of primary plant accounts are used, report below the accumulated depreciation details for each subaccount. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone accumulated depreciation at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

Plant Subaccount (a)	Subacct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
Office Support Equipment	2123.1	12,263	15.0	1,760	1
Company Communications Equipment	2123.2	12,566	20.0	1,139	2
Software	2212.1	97,721	25.0	41,761	3
Digital Switching - Central Office	2212.2	729,519	8.5	153,930	4 H
Digital Switching - Remote	2212.3	16,485	.0		5 A
Step by Step Switching	2215.1	0			6
Crossbar Switching	2215.2	0			7
Satellite and Earth Station Facilities	2231.1	16,218	8.33	1,680	8
Other Radio Facilities	2231.2	0			9
Digital Circuit Equipment	2232.1	364,832	9.5	38,536	10 G
Analog Circuit Equipment	2232.2	0	.0		11
Light Wave Circuit Equipment	2232.3	0			12
Aerial Cable - Nonmetallic	2421.1	0			13
Aerial Cable - Metallic	2421.2	0			14
Underground Cable - Nonmetallic	2422.1	65,208	4.5	14,587	15 B
Underground Cable - Metallic	2422.2	0			16
Buried Cable - Nonmetallic	2423.1	65,754	4.5	15,454	17
Buried Cable - Metallic	2423.2	2,958,166	5.0	330,437	18
Submarine Cable - Nonmetallic	2424.1	0			19
Submarine Cable - Metallic	2424.2	0			20
Intrabuilding Cable - Nonmetallic	2426.1	0			21
Intrabuilding Cable - Metallic	2426.2	0			22

ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS) (cont.)

Subacct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2123.1					14,023	1
2123.2					13,705	2
2212.1					139,482	3
2212.2				16,485	899,934	4 H
2212.3				(16,485)	0	5 A
2215.1					0	6
2215.2					0	7
2231.1					17,898	8
2231.2					0	9
2232.1					403,368	10 G
2232.2					0	11
2232.3					0	12
2421.1					0	13
2421.2					0	14
2422.1				2,329	82,124	15 B
2422.2					0	16
2423.1					81,208	17
2423.2	74,440	41		(3,056)	3,211,066	18
2424.1					0	19
2424.2					0	20
2426.1					0	21
2426.2					0	22

NET DEFERRED OPERATING INCOME TAXES (ACCT. 1350, 1410, 1437, 4100, 4340, 4341 & 4361)

This schedule should be used to report the deferred operating income tax portion of the stated accounts. In addition, column (e) of this schedule should be used to report the flowback of property related excess deferred taxes (e.g., 46 percent versus 34 percent federal tax rates). Credit amounts should be shown in ().

Particulars (a)	Balance FOY (b)	
PROPERTY RELATED		
Other Current Assets (1350)	0	1
Other Noncurrent Assets (1410)	0	2
Deferred Tax Regulatory Asset (1437)	0	3
Net Current Deferred Operating Income Taxes (4100)	0	4
Net Noncurrent Deferred Operating Income Taxes (4340)	(335,012)	5
Net Deferred Tax Liability Adjustments (4341)	91,494	6
Deferred Tax Regulatory Liability (4361)	(127,749)	7
Net Property Related Deferred Operating Income Taxes	(371,267)	
Less: Allocation to Nonregulated Activity		8
Net Regulated Total Property Related Deferred Operating Income Taxes	(371,267)	
NONPROPERTY RELATED		
Other Current Assets (1350)	0	9
Other Noncurrent Assets (1410)	0	10
Deferred Tax Regulatory Asset (1437)	0	11
Net Current Deferred Operating Income Taxes (4100)	0	12
Net Noncurrent Deferred Operating Income Taxes (4340)	64,882	13
Net Deferred Tax Liability Adjustments (4341)	0	14
Deferred Tax Regulatory Liability (4361)	0	15
Total Nonproperty Related Deferred Operating Income Taxes	64,882	

NET DEFERRED OPERATING INCOME TAXES (ACCT. 1350, 1410, 1437, 4100, 4340, 4341 & 4361) (cont.)

Acct (c)	Current Year Accrual (d)	Current Year Amortization (e)	Adjustments Debit or (Credit) (f)	Balance EOY (g)	
7250				0	1
7250				0	2
				0	3
7250				0	4
7250	(23,446)			(358,458)	5
	(12,011)			79,483	6
	13,620			(114,129)	7
	(21,837)	0	0	(393,104)	8
				0	
	(21,837)	0	0	(393,104)	
7250				0	9
7250				0	10
				0	11
7250				0	12
7250	6,803			71,685	13
				0	14
				0	15
	6,803	0	0	71,685	

NOTES PAYABLE (ACCT. 4020)

For affiliate, list note by affiliate. For a particular affiliate, the identical affiliate name, as shown in the Affiliate Abbreviations schedule, should be reported in this schedule. For other, list by note by entity.

Name (a)	Issue Date (b)	Maturity (c)	Interest Rate (d)	Balance EOY (e)
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NONE

Total Notes Payable	<u><u>0</u></u>	1
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LONG-TERM DEBT

Report data requested and show total for each long-term debt account at end of year. Information concerning the following debt issues may be reported on individual lines in aggregate: REA/RTB 2%, REA/RTB 5%, & REA/RTB 7%. In addition, REA/RTB and FFB debt, respectively, within a range of 200 basis points may also be reported in aggregate on individual lines. If reported in aggregate, a range of dates may be reported in columns (b) and (c) as well as a range of interest rates in column (d) and a composite interest rate in column (e). If aggregation is not utilized, column (e) should contain the same interest rate as reported in column (d). For account 4050 report only the amount of debt anticipated to be repaid in one year or less.

Description of Debt (a)	Specific or Range of Stated Dates of Issue (b)	Specific or Range of Stated Dates of Maturity (c)	Specific or Range of Interest Rates (d)	
Funded Debt (Account 4210):				
RTB S010	07/19/1972	07/19/2007	4.0000	1
RTB S020, SO21	06/09/1975	06/09/2010	8.0000	2
RTB S030	05/24/1979	05/24/2014	7.5000	3
RTB S040, S041	02/22/1990	02/22/2025	5.4300	4
RTB SO42	02/22/1990	02/22/2025	6.0400	5
RURAL DEVELOPMENT LOAN	08/18/1994	08/15/2004	.0000	6
RUS 12060, 12062	05/24/1979	05/24/2014	5.0000	7
RUS 2010, 2020	03/13/1965	03/12/2000	2.0000	8
RUS 2030	03/21/1966	03/21/2001	2.0000	9
RUS 2040, 2042	08/30/1966	08/30/2001	2.0000	10
RUS 2050, 2051	07/19/1972	07/19/2007	2.0000	11
Total Funded Debt				

LONG-TERM DEBT (cont.)

Composite Interest Rate (e)	Held by Utility		Total Principal EOY (h)	Current Maturities Included in Acct. 4050 (i)	Total Amount Outstanding (j)	
	Reacquired Debt Acct. 4240 (f)	Sinking Funds Acct. 1408 (g)				
4.0000			236,992	12,623	249,615	1
8.0000			368,508	19,628	388,136	2
7.5000			389,115	20,725	409,840	3
5.4300			1,620,054	66,682	1,686,736	4
6.0400			595,333	32,084	627,417	5
.0000			73,148	11,111	84,259	6
5.0000			1,304,560	69,485	1,374,045	7
2.0000			37,984	2,023	40,007	8
2.0000			52,440	2,793	55,233	9
2.0000			45,594	2,428	48,022	10
2.0000			280,730	14,953	295,683	11
	0	0	5,004,458	254,535	5,258,993	

CAPITAL STOCK ACCOUNTS AT END OF YEAR

In column (a) indicate the stated dividend rate applicable to each series of preferred stock.

Class and Series (a)	Shares Authorized by Charter (b)	Par Value per Share (c)	Call Price End of Year (d)
COMMON STOCK:			
	1,000,000	1.00	1
TOTAL COMMON STOCK	1,000,000		
TOTAL	<u>1,000,000</u>		

CAPITAL STOCK ACCOUNTS AT END OF YEAR (cont.)

	Acct. 4510 - Capital Stock		Acct. 4530 - Treasury Stock		
	Shares	Amount	Shares	Amount	
	(e)	(f)	(g)	(h)	
COMMON STOCK:					
	663,200	663,200			1
	663,200	663,200	0	0	
TOTAL	<u>663,200</u>	<u>663,200</u>	<u>0</u>	<u>0</u>	

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	4,949,095	4,314,060	1 A
Changes:			
Balance Transferred from Income	602,943	782,067	2
Dividends Declared:			
Common	165,800	147,032	3
Preferred		0	4
Total Dividends Declared	165,800	147,032	
Miscellaneous Debits to Retained Earnings		0	5
Miscellaneous Credits to Retained Earnings		0	6
Balance--End of Year	<u>5,386,238</u>	<u>4,949,095</u>	

DISTRIBUTION OF TAXES

1. Report hereunder the summary accounts and functions charged with taxes accrued during the year.
2. Where allocation is necessary, explain the basis used.
3. Report in a footnote the amounts and kind of taxes cleared from prepaid taxes, if any.

Summary Account/ Function Charged (a)	Wisconsin License Fee (b)	Wisconsin Income Tax (c)	Federal Income Tax (d)	
Operating Taxes (Accts. 7210 - 7250)	158,714	63,438	212,677	1
Nonoperating Taxes (Accts. 7410 - 7450)		16,079	55,852	2
Extraordinary Items (Accts. 7630 & 7640)				3
Nonregulated Net Income (Acct. 7990)		(4,148)	(15,514)	4
Clearing Accounts				5
Construction				6
Payroll Taxes: FICA				7
Payroll Taxes: State Unemployment				8
Payroll Taxes: Federal Unemployment				9
Other (specify):				
Investment Tax Credit			16,786	10
Deferred Taxes		(3,363)	(7,422)	11
CATV - Federal			19,683	12
CATV - State		5,295		13
TOTAL	<u>158,714</u>	<u>77,301</u>	<u>282,062</u>	

DISTRIBUTION OF TAXES (cont.)

PSC Remainder Assessment (e)	Local Property Tax (f)	State & Local Taxes Other than Wisconsin (g)	Other Taxes (h)	Payroll Taxes (i)	Total (j)	
4,366					439,195	1
					71,931	2
					0	3
					(19,662)	4
					0	5
					0	6
				38,251	38,251	7
				285	285	8
				728	728	9
					16,786	10
					(10,785)	11
					19,683	12
					5,295	13
4,366	0	0	0	39,264	561,707	

REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
LOCAL NETWORK SERVICES REVENUES			
Basic Local Service Revenue (5000)*	656,826	621,360	1
Basic Area Revenue (5001)			2
Optional Extended Area Revenue (5002)			3
Cellular Mobile Revenue (5003)			4
Other Mobile Services Revenue (5004)			5
Public Telephone Revenue (5010)			6
Local Private Line Revenue (5040)			7
Customer Premises Revenue (5050)			8
Other Local Exchange Revenue (5060)			9
Other Local Exchange Revenue Settlements (5069)			10
TOTAL BASIC LOCAL SERVICE REVENUE (5000)	656,826	621,360	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	204,805	196,468	11
Switched Access Revenue (5082)*	967,204	1,163,832	12
Special Access Revenue (5083)*	68,691	45,897	13 L
TOTAL INTERSTATE ACCESS REVENUES (5080)	1,240,700	1,406,197	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*	0	0	14
Switched Access Revenue (5084.2)*	588,459	574,928	15
Special Access Revenue (5084.3)*	46,088	39,587	16
TOTAL INTRASTATE ACCESS REVENUES (5084)	634,547	614,515	
LONG DISTANCE NETWORK SERVICES MESSAGE REV.			
Long Distance Message Revenue (5100)*	0	0	17
Long Distance Inward-Only Revenue (5111)			18
Long Distance Outward-Only Revenue (5112)			19
Unidirectional Long Distance Revenue (5110)	0	0	
Long Distance Private Network Revenues			
Subvoice Grade Revenue (5121)			20
Voice Grade Revenue (5122)			21
Audio Program Grade Revenue (5123)			22
Video Program Grade Revenue (5124)			23
Digital Transmission Revenue (5125)			24
Switching Revenue (5126)			25
Other Revenue (5128)			26
Other Revenue Settlements (5129)			27
Total Long Distance Private Network Revenue	0	0	
Other Long Distance Revenue (5160)			28
Other Long Distance Revenue Settlements (5169)			29
TOTAL LONG DISTANCE NET. SERVICES MESSAGE REV.	0	0	

REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
MISCELLANEOUS REVENUES			
Directory Revenue (5230)*	109,440	104,247	30
Rent Revenue (5240)*	0	0	31
Corporate Operations Revenue (5250)*	0	0	32
Miscellaneous:			
Miscellaneous Revenue (5260)*	7,022	8,136	33
Special Billing Arrangements Revenue (5261)			34
Customer Operations Revenue (5262)			35
Plant Operations Revenue (5263)			36
Other Incidental Regulated Revenue (5264)			37
Other Revenue Settlements (5269)			38
Total Miscellaneous Revenue (5260)	7,022	8,136	
Interstate Billing and Collection Revenue*	59,904	66,711	39
Intrastate Billing and Collection Revenue*	54,080	80,714	40 M
Total Carrier Billing and Collection Revenue (5270)*	113,984	147,425	
Nonregulated Operating Revenue (5280)**			41
TOTAL MISCELLANEOUS REVENUES	230,446	259,808	
GROSS OPERATING REVENUES	2,762,519	2,901,880	
UNCOLLECTIBLE REVENUES			
Uncollectible Revenue (5300)*	461	3,712	42
Uncollectible Revenue--Telecommunications (5301)			43
Uncollectible Revenue--Other (5302)			44
TOTAL UNCOLLECTIBLE REVENUE (5300)	461	3,712	
TOTAL OPERATING REVENUES	2,762,058	2,898,168	

** Account 5280 is to be used only by those companies subject to dual jurisdiction.

EXPENSE MATRIX - CLASS A & B

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)	
PLANT SPECIFIC OPERATIONS EXPENSE				
Total Network Support Expense (6110)	0	(700)	0	1
Less: Nonregulated		0		2
Net Regulated	0	(700)	0	3
Total General Support Expense (6120)	28,656	30,449	7,570	4
Less: Nonregulated		0		5
Net Regulated	28,656	30,449	7,570	6
Total Central Office Switching Expense (6210)	69,052	70,007	40,083	7
Less: Nonregulated		0		8
Net Regulated	69,052	70,007	40,083	9
Total Operator Systems Expense (6220)		0	0	10
Less: Nonregulated		0		11
Net Regulated	0	0	0	12
Total Central Office Transmission Expenses (6230)	28,374	41,777	14,408	13
Less: Nonregulated		0		14
Net Regulated	28,374	41,777	14,408	15
Total Information Orig. / Term. Expense (6310)	2,033	1,999	955	16
Less: Nonregulated		0		17
Net Regulated	2,033	1,999	955	18
Total Cable and Wire Fac. Expense (6410)	110,944	156,407	56,334	19
Less: Nonregulated		0		20
Net Regulated	110,944	156,407	56,334	21
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	239,059	299,939	119,350	
Less: Nonregulated	0	0	0	
Net Regulated	239,059	299,939	119,350	
PLANT NONSPECIFIC OPERATIONS EXPENSE				
Total Other Property, Plant and Equip. Exp. (6510)	0	0	0	22
Less: Nonregulated		0		23
Net Regulated	0	0	0	24
Total Network Operations Expense (6530)	44,578	47,313	30,479	25
Less: Nonregulated		0		26
Net Regulated	44,578	47,313	30,479	27
Access Expense (6540)		0	0	28
Less: Nonregulated		0		29
Net Regulated	0	0	0	30
Total Depreciation and Amortization Expense (6560)	642,862	690,094		31
Less: Nonregulated		0		32
Net Regulated	642,862	690,094		33
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	687,440	737,407	30,479	
Less: Nonregulated	0	0	0	
Net Regulated	687,440	737,407	30,479	

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6110	0		(700)		1
	0	0	(700)	0	2
6120	1,936		20,943		3
	1,936	0	20,943	0	4
6210	10,339		19,585		5
	10,339	0	19,585	0	6
6220	0				7
	0	0	0	0	8
6230	3,722		24,433	(786)	9
	3,722	0	24,433	(786)	10
6310	256		832	(44)	11
	256	0	832	(44)	12
6410	14,356		92,706	(6,989)	13
	14,356	0	92,706	(6,989)	14
	30,609	0	157,799	(7,819)	15
	0	0	0	0	16
	30,609	0	157,799	(7,819)	17
6510	0	0	0	0	18
	0		0	0	19
6530	7,836		8,998		20
	7,836	0	8,998	0	21
6540	0				22
	0	0	0	0	23
6560			690,094		24
			690,094		25
	7,836	0	699,092	0	26
	0	0	0	0	27
	7,836	0	699,092	0	28

EXPENSE MATRIX - CLASS A & B

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)	
CUSTOMER OPERATIONS EXPENSE				
Total Marketing (6610)		0	0	34
Less: Nonregulated		0		35
Net Regulated	0	0	0	36
Total Services (6620)	290,768	286,245	77,859	37
Less: Nonregulated		0		38
Net Regulated	290,768	286,245	77,859	39
TOTAL CUSTOMER OPERATIONS EXPENSE	290,768	286,245	77,859	
Less: Nonregulated	0	0	0	
Net Regulated	290,768	286,245	77,859	
CORPORATE OPERATIONS EXPENSE				
Total Exec. and Planning (6710)	45,319	46,445	26,324	40
Less: Nonregulated		0		41
Net Regulated	45,319	46,445	26,324	42
Total General and Administrative (6720)	220,790	231,846	91,212	43
Less: Nonregulated		0		44
Net Regulated	220,790	231,846	91,212	45
Provision for Uncollectible Notes Receiv. (6790)		0		46
Less: Nonregulated		0		47
Net Regulated	0	0		48
TOTAL CORPORATE OPERATIONS EXPENSE	266,109	278,291	117,536	
Less: Nonregulated	0	0	0	
Net Regulated	266,109	278,291	117,536	
TOTAL EXPENSES	1,483,376	1,601,882	345,224	
Less: Nonregulated	0	0	0	
Net Regulated	1,483,376	1,601,882	345,224	

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6610	0				34
					35
	0	0	0	0	36
6620	19,957		188,429		37
					38
	19,957		188,429	0	39
	19,957	0	188,429	0	
	0	0	0	0	
	19,957	0	188,429	0	
6710	6,766		13,355		40
					41
	6,766		13,355	0	42
6720	23,443		117,191		43
					44
	23,443		117,191	0	45
6790					46
					47
			0		48
	30,209	0	130,546	0	
	0	0	0	0	
	30,209	0	130,546	0	
	88,611	0	1,175,866	(7,819)	
	0	0	0	0	
	88,611	0	1,175,866	(7,819)	

EXPENSE MATRIX - CLASS A & B (DETAIL)

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries/ Wages (d)	
Property Held for Future Tele. Use Exp. (6511)		0		1
Provisioning Expense (6512)		0		2
Total: Reported in Account 6510	0	0	0	
Depreciat. Exp.--Tele. Plant in Service (6561)	642,862	690,094		3
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562)		0		4
Amortization Expense--Tangible (6563)		0		5
Amortization Expense--Intangible (6564)		0		6
Amortization Expense--Other (6565)		0		7
Total: Reported in Account 6560	642,862	690,094		

EXPENSE MATRIX - CLASS A & B (DETAIL) (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6511					1
6512					2
	0		0	0	
6561			690,094		3
6562					4
6563					5
6564					6
6565					7
			690,094		

OUT-OF-STATE OPERATING REVENUES

1. This schedule is to be completed only by those companies having out-of-state revenues. For the purpose of completing this schedule, and for PSCW use in calculating Wisconsin remainder assessment revenues, out-of-state revenues are specifically defined in headnote 2.
2. Out-of-state revenues are those derived exclusively from communications physically originating outside of Wisconsin. Out-of-state revenues do not include a) access revenues from "inbound" communications originating outside the state, or b) revenues from communications originating in Wisconsin and terminating outside the state, or c) revenues allocable to Wisconsin-based facilities used for communications originating and terminating outside of the state.

Description (a)	This Year (b)	
Out-of-state operating revenues		1
Less: current year write-offs of uncollectible accounts - out-of-state utility customers only		2
Plus: current year collection of out-of-state utility customer accounts previously written off		3
Net out-of-state operating revenues	0	

OTHER INCOME ACCOUNTS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
OTHER OPERATING INCOME AND EXPENSE			
Income from Custom Work (7110)*	0	0	1
Return from Nonregulated Use of Regulated Facilities (7130)*	0	0	2
Gains and (Losses) from Foreign Exchange (7140)		0	3
Gains or (Losses) from the Disposition of Land and Artworks (7150)		0	4
Other Operating Gains and (Losses) (7160)*	0	0	5
TOTAL OTHER OPERATING INCOME AND (EXPENSE) (7100)*	0	0	
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)*	(16,786)	(17,965)	6
Operating Federal Income Taxes (7220)*	218,545	294,275	7
Operating State and Local Income Taxes (7230)*	59,321	80,088	8
Operating Other Taxes (7240)*	163,080	171,507	9
Provision for Deferred Operating Income Taxes--Net (7250)*	15,035	27,082	10
TOTAL OPERATING TAXES (7200)*	439,195	554,987	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)*	0	13,312	11
Interest Income (7320)*	246,379	200,597	12
Income from Sinking and Other Funds (7330)*	0	0	13
Allowance for Funds Used During Construction (7340)*	2,602	0	14
Gains or (Losses) from the Disposition of Certain Property (7350)*	0	0	15
Other Nonoperating Income (7360)*	30,859	102,802	16
Special Charges (7370)*	3,380	2,606	17
TOTAL NONOPERATING INCOME AND EXPENSE (7300)*	276,460	314,105	
NONOPERATING TAXES			
Nonoperating Investment Tax Credits--Net (7410)*	0	0	18
Nonoperating Federal Income Taxes (7420)*	59,526	194,968	19
Nonoperating State and Local Income Taxes (7430)*	16,881	53,003	20
Nonoperating Other Taxes (7440)*	0	0	21
Provision for Deferred Nonoperating Income Taxes-Net (7450)*	(4,476)	(139,268)	22
TOTAL NONOPERATING TAXES (7400)*	71,931	108,703	
INTEREST AND RELATED ITEMS			
Interest on Funded Debt (7510)*	282,983	267,288	23
Interest Expense--Capital Leases (7520)*	0	0	24
Amortization of Debt Issuance Expense (7530)*	193	193	25
Other Interest Deductions (7540)*	7,473	668	26
TOTAL INTEREST AND RELATED ITEMS (7500)*	290,649	268,149	
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)*	0	0	27
Extraordinary Income Credits (7610)		0	28
Extraordinary Income Charges (7620)		0	29
Current Income Tax Effect of Extraordinary Items--Net (7630)		0	30
Provision for Deferred Income Tax Effect of Extraordinary Items--Net (7640)		0	31
TOTAL EXTRAORDINARY ITEMS (7600)*	0	0	
NONREGULATED NET INCOME			
Nonregulated Net Income (7990)*	(31,918)	(14,991)	32

NONREGULATED NET INCOME (ACCT. 7990)

Particulars (a)	Amount (b)	
Revenues (Acct. 7990.1)		
Gross Sales	220,131	1
Less: Cost of Goods Sold		2
Net Sales	220,131	3
Expenses (Acct. 7990.2)	252,049	4
Nonregulated Net Income	<u>(31,918)</u>	5

List the type of nonregulated activities that company is involved in:

The nonregulated activities consist of internet sales, sales and leasing of equipment, and the sales and leasing of pagers.

If the revenues from an individual nonregulated activity represent in excess of 5% of the total operating revenues for the company, please provide the amounts, as requested above, for that individual activity:

DISTRIBUTION OF SALARIES AND WAGES

Description (a)	Amount (b)	
Regulated Expense	345,224	1
Nonregulated Expense	78,405	2
Plant Accounts	49,321	3
Accumulated Depreciation Accounts	29	4
All Other Accounts	30,821	5
Total Salaries and Wages	503,800	6

EMPLOYEE DATA

Compensation includes wages, commissions, bonuses and any other cash allowances paid to employees.

Employee Category (a)	Number of Equivalent Full-Time Employees		Total Compensation (d)	
	FOY (b)	EOY (c)		
Officers	3.00	3.00	179,100	1
Supervision and Other Management				2
Other Employees	11.00	11.00	324,700	3
Total	14.00	14.00	503,800	

EMPLOYEE DATA

Compensation includes wages, commissions, bonuses and any other cash allowances paid to employees.

Employee Category (a)	Number of Equivalent Full-Time Employees		Total Compensation (d)	
	FOY (b)	EOY (c)		
Officers	3.00	3.00	179,100	1
Supervision and Other Management				2
Other Employees	11.00	11.00	324,700	3
Total	14.00	14.00	503,800	

TELEPHONE CALLS AND MINUTES OF USE PER MONTH

Enter average number, in thousands, of calls and minutes of use per month. The averages may be based on actual counts taken periodically during the year. Please provide level of detail available.

Item (a)	Telephone Calls (000's) (b)	Minutes of Use (000's) (c)	
LOCAL			
Intra-Exchange	562	1,333	1
Extended Area Service	20	68	2
Extended Community Calling	41	130	3
Other Local-Undefined			4
Total Local	623	1,531	
TOLL			
Operator Handled: State--intraLATA	1	2	5
Operator Handled: State--interLATA	2	10	6
Operator Handled: Interstate	3	15	7
Customer Dialed: State--intraLATA	22	80	8
Customer Dialed: State--interLATA	85	328	9
Customer Dialed: Interstate	120	5	10
WATS	2		11
Other Toll-Undefined			12
Total Toll	235	440	
Total Local & Toll	858	1,971	

ACCESS USAGE

Enter number, in thousands, of Billed Minutes.

Description (a)	Billed Minutes (000's)				
	Interstate InterLATA (b)	Intrastate InterLATA (c)	Intrastate IntraLATA (d)	Interstate IntraLATA (e)	
Feature Group A -- Orig.					1
Feature Group A -- Term.					2
Feature Group B -- Orig.					3
Feature Group B -- Term.					4
Feature Group C -- Orig.			913		5
Feature Group C -- Term.			904		6
Feature Group D -- Orig.	4,984	4,173			7
Feature Group D -- Term.	7,828	4,598			8

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	0	1
Sheath miles of plant - buried	720	2
Sheath miles of plant - fiber optics	28	3
Strand miles of plant - fiber optics	358	4
Route miles of plant - microwave	0	5

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	10	27	1
56 kbps	8	3	2
64 kbps (DS0)			3
1.54 Mbps (DS-1)	6	3	4
45 Mbps (DS-3)			5
SONET OC-1			6
SONET OC-3			7
SONET OC-12			8
SONET OC-48			9
SONET OC-192			10

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	0	1
Sheath miles of plant - buried	720	2
Sheath miles of plant - fiber optics	28	3
Strand miles of plant - fiber optics	358	4
Route miles of plant - microwave	0	5

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	10	27	1
56 kbps	8	3	2
64 kbps (DS0)			3
1.54 Mbps (DS-1)	6	3	4
45 Mbps (DS-3)			5
SONET OC-1			6
SONET OC-3			7
SONET OC-12			8
SONET OC-48			9
SONET OC-192			10

SERVICE DATA

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
Business			
1 Party	882	930	3
2 Party	0		4
4 Party	0		5
PBX Trunks/System Trunks	74	76	6
Centrex Trunks	0		7
Centrex Lines	0		8
Key System Trunks	0		9
Mobile (Utility Provided Service)	0		10
Paging (Utility Provided Service)	23	19	11
FX-Out (Switched)	0		12
Pay Telephone			13
Coin-Operated Pay Telephone			14
Independent Pay Telephone Provider			15
Pay Stations - Public	12	12	16
- Semi-Public	23	16	17
- Cust. Owned	11	16	18
Other	0		19
Total Business Lines	1,025	1,069	20
Residential (Incl. Emp. Concess.)			
1 Party	3,262	3,342	22
2 Party	0		23
4 Party	0		24
FX-Out (Switched)	0		25
Other	0		26
Total Residential Lines	3,262	3,342	27
Total Bus & Res Lines	4,287	4,411	28
Company Used Lines	31	50	29
Total Lines Used	4,318	4,461	30

SERVICE DATA (cont.)

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
Miscellaneous			
WATS Lines - OutWATS	7	5	3
WATS Lines - 800 Service	2	1	4
FX-In-intraLATA	0		5
Special Access-intraLATA			6
(expressed in equiv. access lines)	0	102	7
Special Access-interLATA			8
(expressed in equiv. access lines)	20	162	9
Feature Group A Lines	0		10
Feature Group B Trunks	0		11
Feature Group C Trunks	0	24	12
Feature Group D Trunks	239	143	13
TSPS - Trunks	16	16	14
EAS - Trunks	0	48	15
Cellular Trunks (Pub. Sw. Net.)	0		16
Video Distance Learning			17
- discounted (special tariff)	0		18
Customers			
Business - 2 Party Customers	0		19
Business - 4 Party Customers	0		20
Residential - 2 Party Customers	0		21
Residential - 4 Party Customers	0		22
Other			
Total Central Office, Info. Orig./Term., & Cable			23
Wire Fac. Assets (based on physical			24
location of plant)	10,744,144	11,259,760	25
Total Company Square Miles	407	407	26
Total Company Route Miles	412	420	27
Footnotes		A	28
			29
			30

SERVICE DATA - END OF YEAR

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	4180	4400	4985		1
Business					2
1 Party	707	202	21		3
2 Party					4
4 Party					5
PBX Trunks/System Trunks	66	10			6
Centrex Trunks					7
Centrex Lines					8
Key System Trunks					9
Mobile (utility provided service)					10
Paging (utility provided service)	19				11
FX-Out (Switched)					12
Pay Telephone					13
Coin-Operated Pay Telephone					14
Independent Pay Telephone Provider					15
Pay Stations - Public	9	2	1		16
- Semi-Public	14	2			17
- Cust. Owned	10	6			18
Other					19
Total Business Lines	825	222	22	0	20
Residential (Incl. Emp. Concess.)					21
1 Party	2,416	508	418		22
2 Party					23
4 Party					24
FX-Out (Switched)					25
Other					26
Total Residential Lines	2,416	508	418	0	27
Total Bus & Res Lines	3,241	730	440	0	28
Company Used Lines	42	4	4		29
Total Lines Used	3,283	734	444	0	30

SERVICE DATA - END OF YEAR (cont.)

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	4180	4400	4985		1
Miscellaneous					2
WATS Lines - OutWATS		5			3
WATS Lines - 800 Service		1			4
FX-In-intraLATA					5
Special Access-intraLATA					6
(equiv. access lines)	85	17			7
Special Access-interLATA					8
(equiv. access lines)	135	27			9
Feature Group A Lines					10
Feature Group B Trunks					11
Feature Group C Trunks	24				12
Feature Group D Trunks	143				13
TSPS - Trunks	16				14
EAS - Trunks	48				15
Cellular Trunks (Pub. Sw. Net.)					16
Video Distance Learning					17
- discounted (special tariff)					18
Customers					19
Business - 2 Party Customers					20
Business - 4 Party Customers					21
Residential - 2 Party Customers					22
Residential - 4 Party Customers					23
Other					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical					26
location of plant)	8,219,625	1,914,159	1,125,976		27
Exchange Square Miles	227	74	106		28
Exchange Route Miles	268	82	70		29
Footnotes					30

MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Manufacturer Name (a)	Abbreviation (b)	
Alcatel	AL	1
ATTC	ATT	2
GTE	GTE	3
ITT	ITT	4
Nippon Electric	NEC	5
Northern Telecom	NTI	6
Siemens	SI	7
Stromberg-Carlson	SC	8
VIDAR	VI	9

EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Equipment Type (a)	Abbreviation (b)	
Electromechanical	EM	1
Electronic--Analog	A	2
Electronic--Digital	D	3
Electronic--Video	V	4

MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

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Northern Telecom	NTI	6
Siemens	SI	7
Stromberg-Carlson	SC	8
VIDAR	VI	9

EQUIPMENT ABBREVIATIONS

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Equipment Type (a)	Abbreviation (b)	
Electromechanical	EM	1
Electronic--Analog	A	2
Electronic--Digital	D	3
Electronic--Video	V	4

CENTRAL OFFICE DATA - END OF YEAR

When an exchange has more than one central office, data must be reported for each central office.

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	PHILLIPS	PHILLIPS	PRENTICE	SOO LAKE	1
PSCW Exchange ID	4180	4180	4400	4985	2
Central Office Name	PHILLIPS	MUSSER	PRENTICE	SOO LAKE	3
PSCW Central Office ID	1	2	1	1	4
Manufacturer of COE (Page 54)	SC	SC	SC	SC	5
Year COE Installed	1991	1991	1991	1991	6
Type of Equipment (Page 54)	D	D	D	D	7
(S)tandalone, (H)ost, (R)emote	H	R	R	R	8
Remote Host PSCW Exchange ID		4180	4180	4180	9
Remote Host PSCW Central Office ID	0	1	1	1	10
COE Generic Software Release No.	19.0	19.0	19.0	19.0	11
SS7?	Yes	Yes	Yes	Yes	12
9-1-1?	Yes	Yes	Yes	Yes	13
Access Lines - In Use	3,264	0	734	444	14
- Equipped	3,462	0	900	537	15
- Wired	3,510	0	900	537	16
Trunks - In Use	231	0	0	0	17
- Equipped	405	0	0	0	18
- Wired	415	0	0	0	19
ISDN Available?	No	No	No	No	20
ISDN Lines - In Use (BRI)	0	0	0	0	21
- In Use (PRI)	0	0	0	0	22
Switched 56 Service?	Yes	Yes	Yes	Yes	23
Switched 56 lines in use	0	0	0	0	24
Digital Transmission Facilities: DS-1 - In Use	7	0	1	0	25
DS-3 - In Use	0	0	0	0	26
Advanced Data Service Available:					
Packet Switching?	No	No	No	No	27
SMDS?	No	No	No	No	28
Frame Relay?	No	No	No	No	29
ATM (Asynchronous Trans. Mode)?	No	No	No	No	30
Video Information - Service Available?	No	No	No	No	31
- In Use (# lines) ¹	0	0	0	0	32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	28	0	0	0	33
No. of fiber strands working (LIT) in C.O.	12	0	0	0	34
No. of fiber strands for interoffice use	8	0	0	0	35
Miles of fiber sheath in wire center	28	0	0	0	36
Access Tandem Serving this C.O.:					
- C.O. Name	RICE LAKE				37
- PSCW C.O. ID	4570-01				38
Does this C.O. do access tandem switching?	No	No	No	No	39
Equal Access: InterLATA (1+)?	Yes	No	No	No	40
Equal Access: IntraLATA (1+)?	No	No	No	No	41
Footnotes					42

¹ Teleco provided end-to-end facility.

CENTRAL OFFICE DATA - END OF YEAR

When an exchange has more than one central office, data must be reported for each central office.

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	SOO LAKE				1
PSCW Exchange ID	4985				2
Central Office Name	CONNORS				3
PSCW Central Office ID	2				4
Manufacturer of COE (Page 54)	SC				5
Year COE Installed	1991				6
Type of Equipment (Page 54)	D				7
(S)tandalone, (H)ost, (R)emote	R				8
Remote Host PSCW Exchange ID	4180				9
Remote Host PSCW Central Office ID	1				10
COE Generic Software Release No.	19.0				11
SS7?	No				12
9-1-1?	Yes				13
Access Lines - In Use	0				14
- Equipped	0				15
- Wired	0				16
Trunks - In Use	0				17
- Equipped	0				18
- Wired	0				19
ISDN Available?	No				20
ISDN Lines - In Use (BRI)	0				21
- In Use (PRI)	0				22
Switched 56 Service?	Yes				23
Switched 56 lines in use	0				24
Digital Transmission Facilities: DS-1 - In Use	0				25
DS-3 - In Use	0				26
Advanced Data Service Available:					
Packet Switching?	No				27
SMDS?	No				28
Frame Relay?	No				29
ATM (Asynchronous Trans. Mode)?	No				30
Video Information - Service Available?	No				31
- In Use (# lines) ¹	0				32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	0				33
No. of fiber strands working (LIT) in C.O.	0				34
No. of fiber strands for interoffice use	0				35
Miles of fiber sheath in wire center	0				36
Access Tandem Serving this C.O.:					
- C.O. Name					37
- PSCW C.O. ID					38
Does this C.O. do access tandem switching?	No				39
Equal Access: InterLATA (1+)?	No				40
Equal Access: IntraLATA (1+)?	No				41
Footnotes					42

¹ Teleco provided end-to-end facility.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

General Footnote

Accountants Compilation Report

To the Board of Directors
Price County Telephone Company
Phillips, Wisconsin 54555

We have compiled the balance sheets of Price County Telephone Company as of December 31, 1996 and 1995, and the related statements of income and retained earnings for the years then ended, and the statement of cash flows for the year ended December 31, 1996, included in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information presented in the prescribed form, except for pages 46 through 55.

Our compilation was limited to presenting in the form prescribed by the Public Service Commission of Wisconsin, information that is the representation of management. We have not audited or reviewed the financial statements and supplementary information referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

These financial statements (including related disclosures) and the supplementary information are presented in accordance with the requirements of the Public Service Commission of Wisconsin, which differ from generally accepted accounting principles. Accordingly, these financial statements and supplementary information are not designed for those who are not informed about such differences.

The supplementary information contained on pages 46 through 55 of the accompanying prescribed form has not been audited, reviewed, or compiled by us, and, accordingly, we assume no responsibility for that information.

Kiesling Associates LLP
Madison, Wisconsin
April 28, 1997

Schedule Footnotes

Schedule Line Footnotes

- A) To properly reflect first of year balances.
- B) Entry to adjust continuing property records.
- C) Due to rounding.
- D) This footnote is not being used.
- E) Vehicles are depreciated on a per unit basis.
- F) Different depreciation rates are used for each sub-class account.
- G) Rate of 9.0% is also being used.
- H) Rate of 7.85% is also being used.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

- I)** Monthly service charges from Ameritech relating to 1-800 numbers are now being coded here. In the past they went to account 6622.
- J)** Maintenance by outside contractors.
- K)** Three new depreciation rates were implemented for the year, and also an increase in plant.
- L)** More circuits from business customers.
- M)** AT&T messages decrease and also took back billing and collection elements.